Message Text

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70

ORIGIN XMB-04

INFO OCT-01 ARA-06 ISO-00 EB-07 COME-00 OPIC-03 AID-05

TRSE-00 OMB-01 INT-05 CIAE-00 INR-07 NSAE-00 EUR-12

EA-07 L-03 /061 R

DRAFTED BY EXIMBANK:RDCRAFTON APPROVED BY EB/IFD/ODF:FATHOMAS EXIMBANK:RAMCCULLOUGH USDOC:TJASPER ARA/ECA:TSHUGART

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P 182131Z AUG 76 FM SECSTATE WASHDC TO AMEMBASSY BRASILIA PRIORITY INFO AMCONSUL RIO DE JANEIRO PRIORITY AMCONSUL SAO PAULO

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E.O. 11652: N/A

TAGS: EFIN

SUBJECT: GE BID FOR CSN HOT STRIP MILL

REF: A. BRASILIA 6957; B. BRASILIA 7057

- 1. WHILE EXIMBANK IS DISAPPOINTED AT FAILURE OF MORE U.S. FIRMS TO WIN SUBSTANTIAL BUSINESS FOR THE THIRD PHASE STEEL EXPANSION, BOTTOM LINE IS PRICE CONSIDERATION AND EXTENT OF BRAZILIAN PARTICIPATION.
- 2. IN RESPONSE TO GE COMPLAINT RE ALLEGED POLITICAL PRESSURE IN AWARDING HOT STRIP MILL TO JAPANESE, EXIMBANK TELEPHONED COLONEL PENA OF CSN. EXIMBANK WAS ASSURED THAT AWARD WAS MADE PROPERLY IN ACCORDANCE WITH AGREED LIMITED OFFICIAL USE

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UPON INTERNATIONAL BIDDING PROCEDURES AND THEREFORE THERE IS

NO JUSTIFICATION FOR THE GE COMPLAINT. GE HAS NOW APOLOGIZED FOR THEIR HASTE IN MAKING AN INACCURATE COMPLAINT.

- 3. UNDER THE CIRCUMSTANCES, EMBASSY IS REQUESTED NOT TO PURSUE SPECIFICALLY THE GE COMPLAINT FURTHER. HOWEVER WE ARE PLEASED THAT EMBASSY WILL FOLLOW UP WITH WILKIE BARBOSA ON OVERALL QUESTION OF PARTICIPATION OF US FIRMS IN BRAZIL'S STEEL EXPANSION PROGRAM.
- 4. EXIMBANK WOULD APPRECIATE EMBASSY FOLLOWING THIRD STAGE PROGRAM CLOSELY AND PERIODICALLY ADVISE EXIMBANK AND COMMERCE AS TO STATUS OF AWARDS. KISSINGER

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Message Attributes

Automatic Decaptioning: X Capture Date: 01 JAN 1994 Channel Indicators: n/a

Current Classification: UNCLASSIFIED

Concepts: STEEL PLANTS, PROPOSALS (BID), ROLLING MILLS

Control Number: n/a Copy: SINGLE Draft Date: 18 AUG 1976 Decaption Date: 01 JAN 1960 Decaption Note: Disposition Action: RELEASED Disposition Action: RELEASED
Disposition Approved on Date:
Disposition Authority: GolinoFR
Disposition Case Number: n/a
Disposition Comment: 25 YEAR REVIEW
Disposition Date: 28 MAY 2004
Disposition Event:
Disposition History: n/a
Disposition Reason:
Disposition Remarks:
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Document Number: 1976STATE205509 Document Source: CORE Document Unique ID: 00 **Drafter: RDCRAFTON** Enclosure: n/a Executive Order: N/A

Errors: N/A

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Previous Classification: LIMITED OFFICIAL USE Previous Handling Restrictions: n/a Reference: 76 BRASILIA 6957, 76 BRASILIA 7057 Review Action: RELEASED, APPROVED Review Authority: GolinoFR

Review Comment: n/a
Review Content Flags: Review Date: 12 JUL 2004

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Review Exemptions: n/a
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Margaret P. Grafeld Declassified/Released US Department of State EO Systematic Review 04 MÁY 2006

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Secure: OPEN Status: NATIVE

Subject: GE BID FOR CSN HOT STRIP MILL TAGS: EFIN, EINV, BR, US To: BRASILIA

Markings: Margaret P. Grafeld Declassified/Released US Department of State EO Systematic Review 04 MAY 2006